

Executive Regis
77-317
77-3170

MCLEAN OFFICE BUILDING
6723 WHITTIER AVENUE, SUITE 303A
MCLEAN, VIRGINIA 22101
PHONE (703) 790-0320

Association of
Former
Intelligence
Officers



18 January 1977

Mr. George Bush
Director of Central Intelligence
Washington, DC 20505

Dear George,

It has come to my attention that the Tax Reform Act of 1976 (P.L. 94-455), approved October 4, 1976, has an important effect on many CIA retirees. I refer to those provisions which impact on disability retirees by removing the prior sick-pay exclusion retroactive to 1 January 1976.

I understand that CIA has been advised by the Civil Service Commission of how the Internal Revenue Service views the effect of such changes in the law. Since the Central Intelligence Agency Retirement Act of 1964 has been the subject of a number of specific IRS rulings, we believe CIA could be of help to many of its retirees by providing them with the IRS position as well as any additional advice your staff may have developed. Many are in remote areas or otherwise not fully aware of these new provisions and the IRS view.

We would be pleased to publish that guidance in the February issue of our newsletter for the benefit of our membership. It would appear that with little effort, each of the affected retirees could given this bit of assistance which would a recognition of their former service and serve as a reminder that they have not been forgotten by the agency.

In addition to this tax-related matter, a short explanation of of the January 6, 1977 Executive Order with respect to Cost of Living Adjustments would be helpful to all retired agency employees.

Cordially,


David Atlee Phillips
President

UNCLASSIFIED

CONFIDENTIAL

SECRET

Approved For Release 2004/03/16 : CIA-RDP80M00165A000500050009-6

EXECUTIVE SECRETARIAT

Routing Slip

TO:	ACTION	INFO	DATE	INITIAL
1 DCI		✓		
2 DDCI				
3 D/DCI/IC				
4 DDS&T				
5 DDI				
6 DDA		✓		
7 DDO				
8 D/DCI/NI				
9 GC	✓			
10 LC				
11 IG				
12 Compt				
13 D/Pers				
14 D/S				
15 DTR				
16 Asst/DCI				
17 AO/DCI				
18 C/IPS				
19 DCI/SS				
20 D/EEO				
21				
22				
SUSPENSE				

Date

Remarks:

Respond directly.

STAT

3637 (7-76)

D/ Executive Secretary
21-1-77
Date

A-23.4

Approved For Release 2004/03/16 : CIA-RDP80M00165A000500050009-6